

INDEPENDENT AUDITOR'S REPORT

To The Members of Shrasta Décor Private Limited Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Shrasta Décor Private Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2021, and the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under Section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2021, and its profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors' report, but does not include the financial statements and our auditor's report thereon. The Directors' report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, cash flows of the Company in accordance with the Accounting Standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the

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Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- i. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ii. Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- iv. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- v. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account.
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- e. On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - I. The Company does not have any pending litigations which would impact its financial position.
 - II. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



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- III. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 008072S)



Monisha Parikh
(Partner)
(Membership No. 47840)
(UDIN: 22047840AAAAAD9963)

Place: Bengaluru
Date: 20 December 2021

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Shrasta Décor Private Limited ("the Company") as of 31 March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in

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accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the criteria for internal financial control over financial reporting established by the respective Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 008072S)



Monisha Parikh
(Partner)
(Membership No. 47840)
(UDIN: 22047840AAAAAD9963)

Place: Bengaluru
Date: 20 December 2021

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) In respect of fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets were physically verified during the year by the management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - (c) The Company does not have any immovable properties of freehold or leasehold land and building and hence reporting under clause (i)(c) of the Order is not applicable.
- (ii) As explained to us, the inventories were physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on physical verification.
- (iii) The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
- (iv) The Company has not granted any loans, made investments or provided guarantees and hence reporting under clause (iv) of the Order is not applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and there are no unclaimed deposits. Hence, reporting under clause (v) of the Order is not applicable.
- (vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
 - (a) In our opinion, except for dues in respect of provident fund and employee state insurance where there are significant delays, the Company has generally been regular in depositing undisputed statutory dues, including Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Goods and Services Tax, cess and other material statutory dues as applicable to it to the appropriate authorities.



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- (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, cess and other material statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable other than those disclosed below:

Name of the statute	Nature of dues	Amount (Rs.)	Period to which the amount relates	Due date	Date of subsequent payment
Employees' Provident Funds & Miscellaneous Provisions Act, 1952	Provident Fund	929,144	April 2018 - September 2020	March 31, 2021	Not paid
The Employees State Insurance Act, 1948	Employee State Insurance Contribution	9,835	April 2018 - September 2020	March 31, 2021	Not paid

- (c) There are no dues of Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax and Goods and Services Tax as on 31 March 2021 on account of disputes.
- (viii) The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause (viii) of the Order is not applicable to the Company.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause (ix) of the Order is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 188 and 177 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of the Order is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its holding, subsidiary or associate company or persons connected with them and hence provisions of Section 192 of the Companies Act, 2013 are not applicable.

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(xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 0080725)



Monisha Parikh
(Partner)
(Membership No. 47840)
(UDIN: 22047840AAAAAD9963)

Place: Bengaluru
Date: 20 December 2021

Shrasta Décor Private Limited

Balance Sheet as at 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Particulars	Note No.	As at 31 March 2021	As at 31 March 2020
A) EQUITY AND LIABILITIES			
1 Shareholder's funds			
a) Share capital	3	47,900,000	47,900,000
b) Reserves and surplus	4	18,519,476	10,420,764
		66,419,476	58,320,764
2 Non-current liabilities			
a) Long-term provisions	5	314,495	375,000
		314,495	375,000
3 Current Liabilities			
a) Trade payables	6	-	-
(A) total outstanding dues of micro enterprises and small enterprises; and			
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		19,934,215	12,840,899
b) Other current liabilities	7	19,178,254	6,304,427
c) Short-term provisions	8	796,526	378,780
		39,908,995	19,524,106
Total		106,642,966	78,219,870
B) ASSETS			
1 Non current assets			
a) Property, plant & equipment - Tangible assets	9	19,640,646	18,299,550
b) Deferred tax assets (net)	21.8	612,970	208,037
c) Long-term loans and advances	10	5,731,650	5,728,650
		25,985,266	24,236,237
2 Current assets			
a) Inventories	11	55,864,355	42,895,626
b) Trade receivables	12	1,446,128	1,278,951
c) Cash and cash equivalents	13	22,034,330	9,441,924
d) Short-term loans and advances	14	1,312,887	367,132
		80,657,700	53,983,633
Total		106,642,966	78,219,870
See accompanying notes forming part of the financial statements	1-21		

In terms of our report attached

For Deloitte Haskins & Sells

Chartered Accountants

Firm's Registration No. 008072S

Monisha Parikh

Monisha Parikh

Partner

Membership No.47840



Place: Bangalore

Date: 20.12.2021

For and on behalf of the Board of Directors

Sunil Suresh

Sunil Suresh

Director

DIN : 01421517

Place: Bangalore

Date: 20.12.2021

Shubha Sunil

Shubha Sunil

Director

DIN: 01363687

Shrasta Décor Private Limited

Statement of Profit and Loss for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Particulars	Note No.	For the year ended 31 March 2021	For the year ended 31 March 2020
1 Revenue from operations	15	116,244,196	126,574,840
2 Other income	16	295,104	-
Total Income		116,539,300	126,574,840
3 Expenses			
a) Purchases of stock-in-trade (traded goods)	17	84,999,979	71,813,004
b) Changes in inventories of stock in trade	18	(12,968,729)	3,999,621
c) Employee benefits expense	19	9,917,753	12,013,501
d) Depreciation expense	9B	2,690,075	2,363,687
e) Other expenses	20	20,901,445	23,057,450
Total Expenses		105,540,523	113,247,263
4 Profit before tax		10,998,777	13,327,577
5 Tax expense			
a) Current tax expense		3,263,060	3,744,965
b) Tax relating to earlier years		41,938	-
c) Deferred tax credit	21.8	(404,933)	(263,709)
		2,900,065	3,481,256
6 Profit for the year		8,098,712	9,846,321
Earnings per share (EPS)			
Basic & diluted (nominal value of Rs. 10 per share)	21.7	1.69	2.06
See accompanying notes forming part of the financial statements	1-21		

In terms of our report attached

For Deloitte Haskins & Sells

Chartered Accountants

Firm's Registration No. 008072S

Monisha Parikh

Monisha Parikh

Partner

Membership No.47840



Place: Bangalore

Date: 20.12.2021

For and on behalf of the Board of Directors

Sunil Suresh

Sunil Suresh

Director

DIN : 01421517

Place: Bangalore

Date: 20.12.2021

Shubha Sunil

Shubha Sunil

Director

DIN: 01363687

Shrasta Décor Private Limited

Cash Flow Statement for the year ended 31 March, 2021
(All amounts in Rupees unless otherwise stated)

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Cash flow from operating activities :		
Profit before Tax	10,998,777	13,327,577
Adjustment for:		
Depreciation and amortization expense	2,690,075	2,363,687
Provision for Bad & Doubtful Debts	631,424	-
Liability no longer required	(295,104)	-
Operating profit / (loss) before working capital changes	14,025,172	15,691,264
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(12,968,729)	3,999,621
Trade receivables	(798,601)	2,618,652
Short term loans and advances and other current assets	(945,755)	5,020,360
Long term loans and advances	(3,000)	-
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	7,388,420	(21,483,999)
Other current liabilities	12,873,827	1,372,310
Long term provisions	(60,505)	375,000
Cash generated from operations	5,485,657	(8,098,056)
Net income tax paid	(2,887,252)	(3,693,095)
Net cash flow used in operating activities (A)	16,623,577	3,900,113
Cash flow from investing activities :		
Purchase of Property Plant and Equipment	(4,031,171)	(200,000)
Net cash flow used in investing activities (B)	(4,031,171)	(200,000)
Cash flow from financing activities :		
Net cash flow from financing activities (C)	-	-
Net increase/(decrease) in cash and cash equivalents (A+B+C)	12,592,406	3,700,113
Cash and cash equivalents at beginning of year	9,441,924	5,741,811
Cash and cash equivalents at the end of year	22,034,330	9,441,924

See accompanying notes forming part of the financial statements 1-21

In terms of our report attached

For Deloitte Haskins & Sells
Chartered Accountants
Firm's Registration No. 008072S



Monisha Parikh
Partner
Membership No.47846



Place: Bangalore
Date: 20.12.2021

For and on behalf of the Board of Directors



Sunil Suresh
Director
DIN : 01421517



Shubha Sunil
Director
DIN: 01363687

Place: Bangalore
Date: 20.12.2021

Shrasta Décor Private Limited**Notes forming part of the financial statements for the year ended 31 March, 2021**

(All amounts in Rupees unless otherwise stated)

Note No	Particulars	As at 31 March 2021		As at 31 March 2020	
		No of shares	Amount	No of shares	Amount
3	Share Capital				
	Authorised Capital				
	Equity Shares of Rs. 10/- each	5,000,000	50,000,000	5,000,000	50,000,000
	Issued, subscribed and fully paid				
	Equity Shares of Rs. 10/- each	4,790,000	47,900,000	4,790,000	47,900,000
	Total	4,790,000	47,900,000	4,790,000	47,900,000

(a) Reconciliation of the shares outstanding at the beginning and at the end of the year

Particulars	As at 31 March 2021	As at 31 March 2020
Shares outstanding at the beginning of the year	4,790,000	4,790,000
Shares issued during the year	-	-
Shares outstanding at the end of the year	4,790,000	4,790,000

(b) Details of shareholders holding more than 5% shares in the Company

Particulars	As at 31 March 2021		As at 31 March 2020	
	No of shares	% Holding	No of shares	% Holding
Stanley Retail Limited, the holding company	2,680,000	55.95%	2,680,000	55.95%
Sharmila Manghnani	1,075,000	22.44%	1,075,000	22.44%
Rajesh Manghnani	1,035,000	21.61%	1,035,000	21.61%
Total	4,790,000	100.00%	4,790,000	100.00%

(c) Terms/ rights attached to equity shares

The Company has only one class of equity share having a par value of Rs 10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares would be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(d) For the period of five years immediately preceding the Balance Sheet date, there are no shares allotted as fully paid up pursuant to contract(s) without payment being received in cash or shares allotted as fully paid up by way of bonus shares or shares bought back.



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note No	Particulars	As at 31 March 2021	As at 31 March 2020
4	Reserves and Surplus		
(i)	Surplus in statement of profit and loss		
	Opening balance	10,420,764	574,443
	Add: Profit for the year	8,098,712	9,846,321
	Closing balance	18,519,476	10,420,764
5	Long-term provisions		
	Provision for gratuity (refer note 21.3.b)	314,495	375,000
	Total	314,495	375,000
6	Trade payables		
	-Dues of micro enterprises and small enterprises (refer note 21.2)	-	-
	-Dues of creditors other than micro enterprises and small enterprises	19,934,215	12,840,899
	Total	19,934,215	12,840,899
7	Other current liabilities		
	Advances from Customers	17,402,600	5,469,707
	Statutory Dues	1,775,654	834,720
	Total	19,178,254	6,304,427
8	Short term provisions		
	Provision for Income taxes (net of Advance Income Tax of Rs. 2,562,187 (previous year: Rs. 3,413,619)	796,526	378,780
	Total	796,526	378,780



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note No	Particulars	As at 31 March 2021	As at 31 March 2020
10	Long Term Loans and Advances (Unsecured, considered good)		
	Security deposits	5,731,650	5,728,650
	Total	5,731,650	5,728,650
11	Inventories (lower of cost and net realizable value)		
	Stock in trade	55,864,355	42,895,626
	Provision Created for the year 2020-21 Rs.1,690,000/- (Previous Year Rs.Nil)		
	Total	55,864,355	42,895,626
12	Trade Receivables		
	Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
	-Unsecured, considered good	-	-
	Other Trade receivables		
	-Unsecured, considered good	1,446,128	1,278,951
	-Unsecured, considered doubtful	631,424	-
	Less: Provision for doubtful trade receivables	(631,424)	-
	Total	1,446,128	1,278,951
13	Cash and cash equivalents		
	Cash on Hand	4,894	245,912
	Balances with Banks:		
	-in current accounts	22,029,436	9,196,012
	Total	22,034,330	9,441,924
14	Short Term Loans and Advances (Unsecured, considered good)		
	Balances with government authorities	1,189,688	53,901
	Prepaid expenses	113,523	138,752
	Advance to suppliers	1,003	170,479
	Advance to employees	8,673	4,000
	Total	1,312,887	367,132



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note No.	Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
15	Revenue from operations		
	Sale of products (traded goods)	116,244,196	126,574,840
	Total	116,244,196	126,574,840
	Note: The Company operates in one category, namely trading of furniture, fixtures and accessories.		
16	Other Income		
	Liabilities no longer required written back	295,104	-
	Total	295,104	-
17	Purchases of stock-in-trade		
	Traded goods	84,999,979	71,813,004
	Total	84,999,979	71,813,004
	Note: The purchases fall under one category, namely trading of furniture, fixtures and accessories.		
18	Changes in inventories of stock in trade		
	Opening Stock	42,895,626	46,895,247
	Less: Closing Stock	(55,864,355)	(42,895,626)
	Total	(12,968,729)	3,999,621
19	Employee benefits expense		
	Salaries and wages	6,291,878	7,455,709
	Director Remuneration	3,225,000	3,600,000
	Gratuity (refer note 21.3.b)	(60,505)	375,000
	Contributions to Provident and other funds	339,823	360,425
	Staff welfare expenses	121,557	222,367
	Total	9,917,753	12,013,501
20	Other expenses		
	Advertisement and business promotion	13,125	170,227
	Rent including lease rentals (refer note 21.6)	10,211,487	13,493,200
	Carriage outwards	1,255,303	700,951
	Power and fuel	1,185,308	1,544,420
	Travelling and conveyance	21,374	479,908
	Repairs and maintenance		
	-Buildings	1,088,500	1,098,000
	-Others	162,261	213,056
	Legal and professional charges	185,700	538,700
	Provision for Bad & Doubtful Debts	631,424	-
	Rates and taxes	659,349	160,542
	Bank charges	482,147	555,141
	Security charges	509,758	829,258
	Communication expenses	176,928	174,789
	Insurance expenses	101,147	65,944
	Sales commission	2,668,691	1,218,435
	Payments to the auditors - as Auditors (net of taxes)		
	-For statutory audit	100,000	100,000
	Printing and stationery	53,334	53,683
	Common Expenses	790,884	968,500
	Miscellaneous expenses	604,725	692,696
	Total	20,901,445	23,057,450



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021
(All amounts in Rupees unless otherwise stated)

Note 9: Property Plant & Equipment

Particulars	GROSS BLOCK			ACCUMULATED DEPRECIATION			NET BLOCK	
	As at 01-Apr-20	Additions	Disposals	As at 01-Apr-20	Depreciation for the year	Disposals	As at 31-Mar-21	As at 31-Mar-20
Tangible Assets (Owned)								
Leasehold improvements	17,470,317	3,964,858	-	3,485,724	1,848,959	-	5,334,683	13,984,593
Office equipment	2,544,414	-	-	886,974	483,439	-	1,370,413	1,657,440
Computers	120,933	66,313	-	77,519	44,859	-	122,378	43,414
Electrical fittings	2,641,010	-	-	569,610	250,896	-	820,506	2,071,400
Furniture and fixtures	651,800	-	-	109,097	61,922	-	171,019	542,703
Total	23,428,474	4,031,171	-	5,128,924	2,690,075	-	7,818,999	18,299,550

Property Plant & Equipment (Opening Balance)

Particulars	GROSS BLOCK			ACCUMULATED DEPRECIATION			NET BLOCK	
	As at 01-Apr-19	Additions	Disposals	As at 01-Apr-19	Depreciation for the year	Disposals	As at 31-Mar-20	As at 31-Mar-19
Tangible Assets (Owned)								
Leasehold improvements	17,470,317	-	-	1,968,755	1,516,969	-	3,485,724	15,501,562
Office equipment	2,344,414	200,000	-	427,203	459,771	-	886,974	1,917,211
Computers	120,933	-	-	33,516	44,003	-	77,519	87,417
Electrical fittings	2,641,010	-	-	289,161	280,449	-	569,610	2,351,849
Furniture and fixtures	651,800	-	-	46,602	62,495	-	109,097	605,198
Total	23,228,474	200,000	-	2,765,237	2,363,687	-	5,128,924	20,463,237

Note 9B: Depreciation expense

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Depreciation on tangible assets as per note 9	2,690,075	2,363,687
	2,690,075	2,363,687



1. Company overview

Shrasta Decor Private Limited ("the Company") was incorporated on 18 July 2017 as a Private Limited company under the provisions of the Companies Act, 2013 with its registered office in Bengaluru, India. The Company is primarily engaged in the business of trading of furniture and leather products.

2. Significant accounting policies

2.1 Basis of preparation of financial statements

The financial statements are prepared in accordance with Generally Accepted Accounting Principles in India (GAAP) under the historical cost convention on the accrual basis of accounting and comply with the accounting standards prescribed under Section 133 of Companies Act, 2013 ("the Act"). The accounting policies have been consistently applied by the Company. The financial statements are presented in Indian rupees (Rs.). The Company is a Small and Medium Sized Company as defined in the General Instructions in respect of Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

2.2 Use of estimates

The preparation of financial statements in conformity with GAAP requires the management to make estimates and assumption that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses and the disclosures of contingent liabilities on the date of the financial statements. The management believes that the estimates used in preparation of financials statements are prudent and reasonable. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.

2.3 Operating cycle

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Based on the nature of operations and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle to be 12 months for the purposes of classification of assets and liabilities as current and non-current as per the requirement of Schedule III of

2.4 Cash and cash equivalents

Cash comprises cash on hand, cheques on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

Other bank balances comprises of balances other than cash equivalents which is expected to be realised within twelve months from the reporting date.

2.5 Cash flow statement

Cash flows are reported using the indirect method, whereby net profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available

2.6 Inventories

Inventories are valued at lower of cost (weighted average method) and net realisable value after providing for obsolescence and other losses, where considered necessary. For traded goods purchases costs include cost of purchase and other costs bringing inventory to the point of sale.



2. Significant accounting policies

2.7 Property, plant and equipment, intangible assets, depreciation and amortisation

(a) Property, plant and equipment

Property, plant and equipment are carried at cost of acquisition or construction less accumulated depreciation and/ or accumulated impairment, if any. The cost includes its purchase price, including import duties and other non-refundable taxes or levies (for Leasehold improvements and Vehicles, Goods and Services Tax is not availed but added to the cost of acquisition or construction), freight and any directly attributable cost of bringing the asset to its working condition for its intended use; any trade discounts and rebates are deducted in arriving at the purchase price. Subsequent expenditures related to an item of tangible fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

The cost of property, plant and equipment not ready for their intended use at the balance sheet date are disclosed as capital work in progress. Advances paid towards the acquisition of property, plant and equipment, outstanding at each balance sheet date are disclosed as 'capital advances' under 'long-term loans and advances'.

(c) Depreciation and amortisation

Leasehold improvements are being amortised over the duration of the lease, or estimated useful life of the assets, whichever is lower.

Depreciation is provided on the straight line method over the estimated useful life of fixed assets as per the useful life prescribed in Schedule II of the Companies Act, 2013.

Assets individually costing upto Rupees five thousand are fully depreciated in the year of capitalisation.

2.8 Revenue recognition

Revenue from operations

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of goods:

Revenue from sale of goods in the course of ordinary activities is recognised when the property in the goods and all significant risks and rewards of their ownership are transferred to the customer which generally coincides with delivery to the customers and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods and regarding its collection. The amount recognised as revenue is exclusive of Goods and Services Tax and net of trade and quantity discounts.

Interest

Interest income is recognised using the time-proportion method, based on underlying interest rates.

2.9 Foreign currency transactions and translations

Foreign exchange transactions are recorded using the exchange rates prevailing on the dates of the respective transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the statement of profit and loss for the year.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rate on that date; the resultant exchange differences are recognised in the statement of profit and loss.

Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.



2. Significant accounting policies

2.10 Employee benefits

Employee benefits include gratuity

Short-term employee benefits:

All employee benefits payable wholly within 12 months of rendering the service are classified as short-term employee benefits. The undiscounted amount of short term employee benefits expected to be paid in exchange for service rendered by employees is recognised as an expense during the year. Benefits such as salaries and wages, etc. and the expected cost of the statutory bonus are recognised in the period in which the employee renders the related service.

Post-employment employee benefits:

Defined contribution schemes

A defined contribution plan is post-employment benefit plan under which an entity pays specified contributions to separate entity and has no obligation to pay any further amounts. The Company makes specified obligations towards employee's provident fund and employee's state insurance to Government administered provident fund scheme and state insurance scheme which is a defined contribution plan. The Company's contribution is recognized as an expense in the statement of profit and loss during the period in which the employee renders the related service.

Defined benefits plans

The Company's gratuity benefit scheme is defined benefit plan. Considering the number of employees and their completed service years the Company does not anticipate the gratuity liability to be significant. Hence, the Company's net obligation in respect of a defined benefit plan is calculated by estimating half of the last drawn basic salary and multiplying it by the number of years served by the employees.

2.11 Leases

Leases where the lessor effectively retains substantially all the risks and rewards of ownership of the leased asset are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

2.12 Earnings/ (Loss) per share

Basic earnings/ (loss) per share is computed by dividing the net profit/(loss) for the year attributable to the equity shareholders with the weighted average number of equity shares outstanding during the year.

Diluted earnings/ (loss) per share is computed by dividing the net profit/(loss) attributable to equity shareholders for the year relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share or increase the net loss per share from continuing ordinary operations.

2.13 Taxes on income

Income-tax expense comprises of current tax and deferred tax charge on credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that the assets can be realised in the future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. If there is no virtual certainty of realisation of such assets the Deferred tax assets is created to the extent of Deferred tax liabilities. Deferred tax assets are reviewed as at each Balance Sheet date and written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realised.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.



2. Significant accounting policies

2.14 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset (including goodwill) or a group of assets comprising a cash generating unit may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. For an asset or group of assets that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost. An impairment loss is reversed only to the extent that the carrying amount of asset does not exceed the net book value that would have been determined, if no impairment loss had been recognised.

2.15 Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note 21 Additional information to the financial statements

21.1	Contingent liabilities and commitments (to the extent not provided for)		
	Particulars	As at 31 March, 2021	As at 31 March, 2020
	Contingent liabilities	-	-
	Commitments	-	-
21.2	Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006		
	Particulars	As at 31 March, 2021	As at 31 March, 2020
	(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
	(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
	(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
	(iv) The amount of interest due and payable for the year	-	-
	(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
	(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.			



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note 21 Additional information to the financial statements

Note	Particulars		
21.3	Employee benefit plans		
21.3.a	<u>Defined contribution plans</u>		
	The Company makes Provident Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to the government authorities. The Company has recognised Rs. 740,411/- (previous year: Rs. 360,425/-) as Provident Fund contributions, and Rs. 14,642/- as Employee State Insurance Scheme contributions in the Statement of		
21.3.b	<u>Defined benefit plans</u>		
	The Company offers gratuity to eligible employees, which is a defined benefit plan.		
	i. Gratuity		
	Particulars	Year ended 31 March, 2021	Year ended 31 March, 2020
		Gratuity	Gratuity
	Components of employer's expense		
	Current service cost	(60,505)	375,000
	Total expense recognised in the Statement of Profit and Loss	(60,505)	375,000
	Net asset / (liability) recognised in the Balance Sheet		
	Present value of defined benefit obligation	314,495	375,000
	Funded status [Surplus / (Deficit)]	(314,495)	(375,000)
	Unrecognised past service costs	-	-
	Net asset / (liability) recognised in the Balance Sheet	(314,495)	(375,000)
	Particulars	Year ended 31 March, 2021	Year ended 31 March, 2020
		Gratuity	Gratuity
	Change in defined benefit obligations (DBO) during the year		
	Present value of DBO at beginning of the year	375,000	-
	Current service cost	(60,505)	375,000
	Present value of DBO at the end of the year	314,495	375,000
	Experience adjustments		
	Gratuity	2020-2021	2019-2020
	Present value of DBO	(314,495)	(375,000)
	Funded status [Surplus / (Deficit)]	(314,495)	(375,000)
	Present value of DBO	-	-
	Note: The details of experience adjustment of earlier years is provided to the extent available with the Company.		



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note 21 Additional information to the financial statements

Note	Particulars														
21.4	<p>Segment information</p> <p>The Company operates in one business segment, namely trading of furniture and leather products. In line with Accounting Standard 17, as the relevant information is available from balance sheet and the statement of profit and loss itself, and the Company's operations are predominantly in the domestic market in India, no other disclosure is considered necessary.</p>														
21.5	<p>Related party transactions</p>														
21.5.a	<p>Details of related parties:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: center;">Description of relationship</th> <th style="text-align: center;">Names of related parties</th> </tr> </thead> <tbody> <tr> <td>Ultimate Holding Company</td> <td>Stanley Lifestyles Limited</td> </tr> <tr> <td>Holding Company</td> <td>Stanley Retail Limited</td> </tr> <tr> <td>Common control</td> <td>Stanley OEM Sofas Limited ABS Seating Private Limited</td> </tr> <tr> <td>Fellow Subsidiaries</td> <td>Scheek Home Interiors Limited Sana Lifestyles Limited Staras Seating Private Limited (w.e.f 26 June 2019)</td> </tr> <tr> <td>Key Management Personnel (KMP)</td> <td>Sunil Suresh- Director Shubha Sunil- Director Rajesh Manghnani- Director Sharmila Manghnani- Director Rajagopal S- Group CFO (Upto 31 March 2021)</td> </tr> <tr> <td>Entities in which KMP / Relatives of KMP can exercise significant influence</td> <td>Staras Seating Private Limited (till 25 June Seating World</td> </tr> </tbody> </table>	Description of relationship	Names of related parties	Ultimate Holding Company	Stanley Lifestyles Limited	Holding Company	Stanley Retail Limited	Common control	Stanley OEM Sofas Limited ABS Seating Private Limited	Fellow Subsidiaries	Scheek Home Interiors Limited Sana Lifestyles Limited Staras Seating Private Limited (w.e.f 26 June 2019)	Key Management Personnel (KMP)	Sunil Suresh- Director Shubha Sunil- Director Rajesh Manghnani- Director Sharmila Manghnani- Director Rajagopal S- Group CFO (Upto 31 March 2021)	Entities in which KMP / Relatives of KMP can exercise significant influence	Staras Seating Private Limited (till 25 June Seating World
Description of relationship	Names of related parties														
Ultimate Holding Company	Stanley Lifestyles Limited														
Holding Company	Stanley Retail Limited														
Common control	Stanley OEM Sofas Limited ABS Seating Private Limited														
Fellow Subsidiaries	Scheek Home Interiors Limited Sana Lifestyles Limited Staras Seating Private Limited (w.e.f 26 June 2019)														
Key Management Personnel (KMP)	Sunil Suresh- Director Shubha Sunil- Director Rajesh Manghnani- Director Sharmila Manghnani- Director Rajagopal S- Group CFO (Upto 31 March 2021)														
Entities in which KMP / Relatives of KMP can exercise significant influence	Staras Seating Private Limited (till 25 June Seating World														



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note 21 Additional information to the financial statements

Note	Particulars	Relationship	For the year ended 31 March 2021	For the year ended 31 March 2020
21.5.b	Particular of Transactions with Related parties during the year			
	<u>Rajesh Manghnani</u> Remuneration paid	Key Managerial Personnel	1,612,500	1,800,000
	<u>Sharmila Manghnani</u> Remuneration paid	Key Managerial Personnel	1,612,500	1,800,000
	<u>Stanley Lifestyles Limited</u> Sales Purchases	Ultimate Holding Company	270,660 91,384,794	14,772 79,793,037
	<u>Stanley Retail Limited</u> Sales Purchases Common expenses accrued Reimbursement of expenses	Holding Company	104,014 8,935,432 933,244 8,308,448	101,294 1,859,036 1,142,830 1,000
	<u>Scheck Home Interiors Limited</u> Transfer of liabilities	Fellow subsidiary	-	168,000
	<u>Stanley OEM Sofas Ltd.</u> Purchases	Common control	978,836	576,362
	<u>Seating World</u> Sales Purchases	Common control	654,185 342,659	869,998.00 235,646.00



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note 21 Additional information to the financial statements

Note	Particulars	Account	As at 31 March 2021	As at 31 March 2020
21.5.c	Balance outstanding as at Balance sheet date:			
	Rajesh Manghnani	Other Current Liabilities	150,000	-
	Sharmila Manghnani	Other Current Liabilities	150,000	-
	Stanley Lifestyles Limited	Trade payables	13,531,076	5,315,678
	Stanley Retail Limited	Trade payables	72,624	687,932
	Scheek Home Interiors Limited	Share capital		26,800,000
	Seating World	Trade receivables	547,603	547,603
		Trade receivables	1,229,949	454,998



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note 21 Additional information to the financial statements

Note	Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
21.6	The Company has entered into operating lease arrangement for office premises. The lease is non-cancellable during the period 1 June 2017 to 31 May 2020, and may be renewed based on mutual agreement of the parties. The lease agreements provide for an increase in the lease payments by 8%-9% every year. Future minimum lease payments not later than one year later than one year and not later than five years later than five years	-	2,130,000
	Lease payments recognised in the Statement of Profit and Loss	10,211,487	13,493,200
21.7	Earnings per share <u>Basic and diluted</u> Profit for the year attributable to the equity shareholders Weighted average number of equity shares Par value per share Earnings per share - Basic and diluted	8,098,712 4,790,000 10 1.69	9,846,320 4,790,000 10 2.06



Shrasta Décor Private Limited

Notes forming part of the financial statements for the year ended 31 March, 2021

(All amounts in Rupees unless otherwise stated)

Note 21 Additional information to the financial statements

Note	Particulars	As at 31 March, 2021	As at 31 March, 2020
21.8	Deferred tax (liabilities) / assets		
	<u>Tax effect of items constituting deferred tax liabilities</u>		
	On difference between book balance and tax balance of fixed assets	(64,207)	(138,577)
	Tax effect of items constituting deferred tax liabilities	(64,207)	(138,577)
	<u>Tax effect of items constituting deferred tax assets</u>		
	Provision for gratuity and other employee benefits	79,158	94,388
	Disallowances under Section 40(a)(i), 43B of the Income Tax Act, 1961	597,203	250,595
	Others	817	1,631
	Tax effect of items constituting deferred tax assets	677,178	346,614
	Deferred tax (liabilities) / assets (net)	612,971	208,037

21.9 The rapid outbreak of COVID-19 pandemic presents alarming health crisis and its impacts are unfolding in real time. As a result of lockdown by Government of India, the Company's offices, showrooms were temporarily closed from 21 March 2020. The Company has undertaken various steps in order to manage the cash flow considering no sales were made during the mandate period. The results of these steps have helped the Company in sustaining during these unprecedented times. In management's estimate, there has not been a significant change in the carrying value of receivables or property, plant and equipment, inventory and other assets as a result of the pandemic or the temporary closures of operations. The Company resumed operations from May 2020. The impact of global health pandemic and any additional government mandate in response to the pandemic, the Company's financial position may change following the date of approval of these financial statements. Management will continue to closely monitor any material changes to the Company's financial positions as a result of changes in future economic conditions, and government actions.

21.10 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

Signatures to notes 1 to 21

For and on behalf of the Board of Directors


Sunil Suresh
Director
DIN : 01421517


Shubha Sunil
Director
DIN: 01363687

Place: Bangalore

Date: 20.12.2021

